

Amendment No. 1 to SB2455

Cohen
Signature of Sponsor

AMEND Senate Bill No. 2455

House Bill No. 2435*

FILED

Date _____

Time _____

Clerk _____

Comm. Amdt. _____

by deleting all language following the enacting clause and substituting instead the following:

SECTION 1. Tennessee Code Annotated, Section 7-52-601(e)(1), is amended by adding the following as a new subdivision:

(C) The municipal electric system selected by the comptroller provides the pilot project services in the extended area permitted by subsection (e)(1) on or before June 30, 2004.

SECTION 2. Tennessee Code Annotated, Section 7-52-601(e), is amended by deleting subdivision (2) in its entirety and substituting instead the following:

(2) If the municipal electric system selected by the comptroller has not provided services as required by subdivision (e)(1)(C), the comptroller shall select an alternate municipal electric system located in the eastern grand division of the state to serve as the pilot project established in subdivision (e)(1). The comptroller shall report to the general assembly, not later than January 31, 2008, with recommendations regarding whether the pilot project should be continued or expanded to other systems. The comptroller shall select an independent auditor at the expense of the municipal electric system to evaluate the efficiency and profitability of the municipal electric system operations and the comptroller's recommendation to the general assembly shall be based upon such audit reports.

(3) If the municipal electric system selected by the comptroller by August 1, 2003, is providing services as required by subdivision (e)(1)(C), the comptroller shall expand the pilot project established in subdivision (e)(1) to include one (1) such project to be located in the eastern grand division of the state. Not later than August 1, 2004, the comptroller shall select a municipal electric system in the eastern grand division in accordance with the requirements of subdivision (e)(1) and make the recommendation to the general assembly required by subdivision (e)(2) for each of the pilot projects.

SECTION 3. This act shall take effect upon becoming a law, the public welfare requiring it.